

February 13, 2004

Ms. Jennifer L. Powell
Campaign Finance Analyst
Reports Analysis Division
Federal Election Commission
999 E Street, NW
Washington DC, 20463

Re: February Monthly Report (1/1/2004-1/31/2004)

Dear Ms. Powell:

In reconciling the bank account and FEC reports with the accounting software, we discovered that the balances in two money market accounts for the PAC had not been included in the total cash on hand for the PAC. We have confirmed that the two depository accounts were properly disclosed on Form 1 to the FEC and that the accounts were initially opened with funds transferred from the PAC. Since the opening of the accounts, interest earned on the funds has been disclosed to the FEC. However, at some point, which we are still reviewing, the amounts in the two accounts were omitted from the FEC reports. We have closed both accounts and transferred all PAC funds into one central account. We are amending the Statement of Organization to reflect that we no longer have a depository account for the PAC with Prudential Securities.

We are in the process of reviewing the year-end balances for prior years in an effort to ascertain which monthly reports need to be amended. We will furnish that information to the FEC when and if it can be ascertained based on the records available.

Should you wish to speak to me in the meantime, please contact me at (202) 624-2325, or, in my absence, our PAC Manager, Kate Smith, at (202) 624-2035.

Sincerely,

Richard I. Klein
Treasurer